

# THE TORONTO STOCK EXCHANGE

FILING STATEMENT NO. 1066.  
FILED, APRIL 16th, 1964.

## LAKE-OSU MINES LIMITED

Full corporate name of Company  
Incorporated under The Companies Act (Ontario) by  
Letters Patent dated October 19, 1945

Particulars of incorporation (e.g., Incorporated under Part IV of the Corporations Act, 1953  
(Ontario) by Letters Patent dated May 1st, 1957).

Reference is made to previous  
Filing Statement No. 647.

## FILING STATEMENT

(To be filed with respect to any material change in a company's affairs, including among other things,  
an underwriting and option agreement, an issue of shares for property and a proposed re-organization.)

1. Brief statement of the material change in the affairs of the company in respect of which this statement is filed.	This Statement is filed in respect to the Underwriting and Option Agreement dated April 13, 1964 made between Lake-Osu Mines Limited (herein called "the Company") and Ross, Knowles & Co. Limited on behalf of a Client, particulars of which are referred to in Item 6 hereof and the Property Option Agreement referred to in Item 11 hereof.
2. Head office address and any other office address.	The head office address of the Company is Room 418, 25 Adelaide Street West, Toronto 1, Ontario.
3. Names, addresses and chief occupations for the past five years of present or proposed officers and directors.	President - A.C. Mosher, 418, 25 Adelaide Street West, Toronto, Ontario, Mining Executive; Vice-President - D.W. Falconer, 2402, 44 King Street West, Toronto, Ontario, Solicitor; Secretary-Treasurer - Alan S. Carr, 418, 25 Adelaide Street West, Toronto, Ontario, Chartered Accountant. <u>Directors</u> A. C. Mosher - as above. D. W. Falconer - as above. S. K. Bongard - Room 711, 25 Adelaide Street West, Toronto, Ontario, Stockbroker; F. W. Graham - Room 711, 25 Adelaide Street West, Toronto, Ontario, Stockbroker; Frank W. West - 37 Lynn Road, Toronto, Ontario, Engraver.
4. Share capitalization showing authorized and issued and outstanding capital.	The authorized capital of the Company consists of 5,000,000 shares of the par value of \$1.00 each of which 2,950,000 shares are issued and outstanding as fully paid and non-assessable shares.
5. Particulars in respect of any bonds, debentures, notes, mortgages, charges, liens or hypothecations outstanding.	There are no bonds, debentures, notes, mortgages, charges, liens or hypothecations of the Company outstanding.
6. Details of any treasury shares or other securities now the subject of any underwriting, sale or option agreement or of any proposed underwriting, sale or option agreement.	See Schedule "A" on page 3.
7. Names and addresses of persons having any interest, direct or indirect in underwritten or optioned shares or other securities or assignments, present or proposed, and, if any assignment is contemplated, particulars thereof.	There are no present or proposed assignments of any of the shares underwritten or optioned and none are contemplated, except as referred to in Item 6 above. John D. Crighton, aforesaid, referred to in Item 6 hereof as holding more than a 5% interest in John D. Crighton International Limited, is also the optionor of the mining claims held under option by the Company, as referred to in Item 11 hereof.
8. Any payments in cash or securities of the company made or to be made to a promoter or finder in connection with a proposed underwriting or property acquisition.	No payment in cash or securities of the Company has been made or will be made to a promoter or finder in connection with the proposed Underwriting and Option Agreement referred to above, or the Property Option Agreement referred to in Item 11 hereof.
9. Brief statement of company's future development plans, including proposed expenditure of proceeds of sale of treasury shares, if any.	The Company proposes in the coming year to carry out a geophysical survey and general prospecting on the 10 certain mining claims acquired by the Company in Reid Township, Ontario, more particularly referred to in Item 11 hereof, and if warranted will carry out diamond drilling thereon. The Company also proposes to carry out prospecting and exploration on the mining claims staked by the Company in Vauguelin Township, Quebec, adjacent to the Chimo Gold Mines Limited property, and further proposes to examine the mining claims acquired by the Company in Michipicoten Township, Ontario, in 1963. The proceeds from the sale of treasury shares of the Company referred to in Item 6 hereof will be expended in payment of part of such costs.



10. Brief statement of company's chief development work during past year.	During the past year the Company carried out prospecting and diamond drilling on 6 certain mining claims acquired by the Company in 1963 in Michipicoten Township, Ontario, with interesting but indefinite results, and also staked 15 certain mining claims in Vauguelin Township, Quebec, adjacent to the Chimo Gold Mines Limited property.												
11. Names and addresses of vendors of any property or other assets intended to be purchased by the company showing the consideration to be paid	<p>The Company does not propose to purchase any property or other assets at this time. However pursuant to an Agreement in writing dated April 13, 1964, made between John D. Crighton, 12 Thornhill Avenue, Thornhill, Ontario, (Crighton) and the Company, the Company has received an option to purchase from Crighton 10 certain mining claims located in Lots 1 and 2, Concession 1, Township of Reid, Porcupine Mining Division, Ontario, exercisable at any time on or before April 13, 1965, in consideration of the payment of \$15,000 to Crighton, such payment to be made only on the delivery to Eastern &amp; Chartered Trust Company, Toronto, Ontario, of good and sufficient transfers of the said mining claims in favour of the Company, and the Company being satisfied as to the good and sufficient title of Crighton to the said 10 mining claims, and if the said option is exercised the allotment and issue of 100,000 shares of the Company (90,000 shares to be escrowed) to Crighton.</p>												
12. Names and addresses of persons who have received or will receive a greater than 5% interest in the shares or other consideration to be received by the vendor. If the vendor is a limited company, the names and addresses of persons having a greater than 5% interest in the vendor company.	John D. Crighton, aforesaid, and August Mitto, Val d'Or, Quebec, Prospector, are the only persons who will receive greater than 5% interest in the consideration paid or to be paid pursuant to the Property Option Agreement made between John D. Crighton and the Company referred to in Item 11 hereof.												
13. Number of shares held in escrow or in pool and a brief statement of the terms of escrow or the pooling agreement.	There are no shares of the Company held in escrow or pool.												
14. Names and addresses of owners of more than a 5% interest in escrowed shares and their shareholdings (If shares are registered in the names of nominees or in street names, give names of beneficial owners, if possible.)	Not applicable.												
15. Names, addresses and shareholdings of five largest registered shareholders and if shareholdings are pooled or escrowed, so stating. If shares are registered in names of nominees or in street names, give names of beneficial owners, if possible, and if names are not those of beneficial owners, so state.	<p>The following are the names, addresses and shareholdings of the five largest registered shareholders of the Company as at the close of business on March 31, 1964.</p> <table> <tr> <th><u>Name and Address</u></th><th><u>Number of Shares</u></th></tr> <tr> <td>Chimo Gold Mines Limited, 418, 25 Adelaide Street West, Toronto, Ontario.</td><td>631,500</td></tr> <tr> <td>Bongard &amp; Company, 25 Adelaide Street West, Toronto, Ontario.</td><td>490,512</td></tr> <tr> <td>Ross, Knowles &amp; Co. Limited, 105 Adelaide Street West, Toronto, Ontario.</td><td>162,150</td></tr> <tr> <td>James Richardson &amp; Sons 173 Portage Avenue East, Winnipeg, Manitoba.</td><td>110,450</td></tr> <tr> <td>Doherty Roadhouse &amp; Co., 335 Bay Street, Toronto, Ontario.</td><td>104,042</td></tr> </table> <p>The Company is advised that all the 631,500 shares of the capital stock of the Company registered in the name of Chimo Gold Mines Limited are beneficially owned by that Company.</p> <p>The Company does not know if any other of the above shareholders are the beneficial owners of the shares registered in their name or not.</p>	<u>Name and Address</u>	<u>Number of Shares</u>	Chimo Gold Mines Limited, 418, 25 Adelaide Street West, Toronto, Ontario.	631,500	Bongard & Company, 25 Adelaide Street West, Toronto, Ontario.	490,512	Ross, Knowles & Co. Limited, 105 Adelaide Street West, Toronto, Ontario.	162,150	James Richardson & Sons 173 Portage Avenue East, Winnipeg, Manitoba.	110,450	Doherty Roadhouse & Co., 335 Bay Street, Toronto, Ontario.	104,042
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THIS IS SCHEDULE "A" to the Filing  
Statement of LAKE-OSU MINES LIMITED  
dated the 13th day of April, 1964.

The Company has entered into an Underwriting and Option Agreement dated April 13, 1964 with Ross, Knowles & Co. Limited, 105 Adelaide Street West, Toronto, Ontario, which is acting on behalf of John D. Crighton International Limited, 105 Adelaide Street West, Toronto, Ontario, whereby subject to the Toronto Stock Exchange accepting for filing on or before May 7, 1964 notice of the said Underwriting and Option Agreement and this Filing Statement, the Company has agreed to sell to Ross, Knowles, and Ross, Knowles has agreed to purchase from the Company, 200,000 shares of the capital stock of the Company, at the price of 20¢ per share and in consideration thereof and subject thereto, the Company has agreed to give to Ross, Knowles the sole and exclusive right and option to purchase from the Company a further 800,000 shares of the capital stock of the Company as follows:

- (a) All or any part of 200,000 shares to be taken up and paid for in full at the price of 20¢ per share on or before the 13th day of July, 1964;
- (b) All or any part of a further 200,000 shares to be taken up and paid for in full at the price of 25¢ per share on or before the 13th day of October, 1964;
- (c) All or any part of a further 200,000 shares to be taken up and paid for in full at the price of 30¢ per share on or before the 13th day of January, 1965;
- (d) All or any part of a further 200,000 shares to be taken up and paid for in full at the price of 35¢ per share on or before the 13th day of April, 1965.

Ross, Knowles has advised the Company that John D. Crighton, 12 Thornhill Avenue, Thornhill, Ontario and John H. Fisher, 27 Riverside Crescent, Toronto, Ontario, are the only persons who hold more than a 5% interest in J.D. Crighton International Limited.

# FINANCIAL STATEMENTS

LAKE-OSU MINES LIMITED

## BALANCE SHEET

AS AT MARCH 31, 1964.

### ASSETS

#### CURRENT ASSETS

Cash . . . . .	\$ 2,589.13
Short term securities, at cost plus accrued interest . . . . .	92,031.00
Accounts receivable . . . . .	<u>560.55</u>

TOTAL CURRENT ASSETS \$95,180.68

#### PROPERTIES AND RELATED EXPENDITURES

20 Mining Claims in Dufresnoy Township, Province of Quebec, cost	\$20,090.00	
- Exploration and development costs, including \$27.00 expended in 1964	<u>26,336.90</u>	\$46,426.90
6 Mining Claims in Michipicoten Township, Province of Ontario, cost	\$ 1,500.00	
- Exploration and development costs, including \$8,779.68 expended in the period ended March 31, 1964	<u>20,818.38</u>	\$22,318.38
15 Mining Claims in Vauquelin Township, Province of Quebec, staked for		<u>780.00</u>
		<u>\$69,525.28</u>
		<u>\$164,705.96</u>

### LIABILITIES

#### CURRENT LIABILITIES

Accounts payable . . . . .	\$ 542.89
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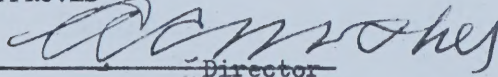
#### SHAREHOLDERS' EQUITY

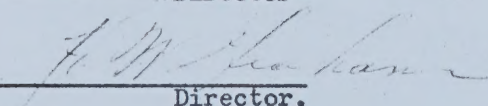
##### CAPITAL STOCK

Authorized: 5,000,000 shares, par value \$1.00.	\$2,950,000.00
Issued and fully paid: 2,950,000	<u>761,995.75</u>
Less: Discount	<u>\$2,188,004.25</u>

DEFICIT	<u>\$2,023,841.18</u>	<u>\$164,163.07</u>
		<u>\$164,705.96</u>

APPROVED

  
Director

  
Director.



L A K E - O S U   M I N E S   L I M I T E D

STATEMENT OF OPERATIONS AND DEFICIT

FOR THE PERIOD NOVEMBER 1, 1963 TO MARCH 31, 1964

INCOME

Interest earned . . . . . \$ 1,794.71

ADMINISTRATIVE EXPENSES

Salaries	\$1,234.65	
Rent	442.95	
Telephone and telegraph	189.46	
Postage, printing and stationery	287.89	
General expenses	218.93	
Registrar and transfer fees	( 60.55 )	
Travelling	475.19	2,788.52

Loss from Administrative Operations      993.81

PROSPECTING

Cost of Lagauchetiere property abandoned . . . . . 13,699.53

Loss for the Period . . . . . \$ 14,693.34

Deficit, November 1, 1963 . . . . . 2,009,147.84

DEFICIT: MARCH 31, 1964.      \$2,023,841.18

SCHEDULE OF EXPLORATION AND DEVELOPMENT COSTS

FOR THE PERIOD NOVEMBER 1, 1963 TO MARCH 31, 1964

	<u>Michipicoten</u>
Wages	\$ 1,366.32
Diamond drilling	6,113.00
Assays	227.50
Sundry	1,042.86
	<u>\$ 8,779.68</u>

L A K E \* O S U   M I N E S   L I M I T E D

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

FOR THE PERIOD NOVEMBER 1, 1963 TO MARCH 31, 1964

WORKING CAPITAL, NOVEMBER 1, 1963      \$104,468.28

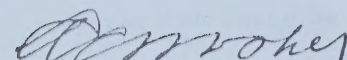
Less: Application of Funds:		
Exploration and development	\$8,836.68	
Administrative loss for period	993.81	9,830.49


WORKING CAPITAL, MARCH 31, 1964      \$ 94,637.79

SUMMARY OF WORKING CAPITAL

	<u>November 1, 1963.</u>	<u>March 31, 1964</u>	<u>Increase (Decrease)</u>
CURRENT ASSETS	\$105,718.28	\$95,180.68	(10,537.60)
CURRENT LIABILITIES	1,250.00	542.89	707.11
WORKING CAPITAL	<u>\$104,468.28</u>	<u>\$94,637.79</u>	<u>(\$9,830.49)</u>

APPROVED

  
Director

  
Director

## ENGINEER'S REPORT

Note - The following are excerpts from a report by W.F. Morrison, B.Sc., P.Eng., dated August 23rd, 1963, on the mining claims located in Michipicoten Township, near the town of Wawa, Province of Ontario. A complete copy of this report is on file at the Toronto Stock Exchange.

### DIAMONDDRILLING

Some 1,216 feet of diamond drilling with four drill holes was carried out during July 1963 to explore some of the occurrences referred to above. As mentioned above gold values were for the most part lacking although some interesting shear structures were intersected. Gold values of interest were obtained in Hole No. 3 where 0.6 inches assayed 0.12 ounces per ton and in Hole No. 4 where a 4.7 foot section assayed 0.31 ounces gold per ton. Both these occurrences warrant further investigation of their continuity on strike and dip. However, more detailed mapping and prospecting might be advisable before any additional drilling is undertaken.

### CONCLUSIONS

Nothing definitely conclusive was ascertained from the recent exploration programme on the Lake-Osu claims, except that there are even more extant structural situations remaining to be tested than were apparent before the recent exploration programme began. Diamond drill hole No. 1 bored to test the extension of the Jubilee "break" while failing to locate any gold values did locate several interesting looking shear zones. The same applies to Hole No. 2 which was drilled 400 feet south west of No. 1. Hole No. 3 roughly split this interval and intersected the dip extension of the strong shear zone which was located by old and recent trenching, but which proved to be non-auriferous. However, this hole did intersect a narrow gold bearing section in an unexpected environment which may have been present and overlooked in Holes 1 and 2, even though all holes were quite extensively sampled after close inspection and logging. Unfortunately this lead cannot be explored as all cores were dumped in order to salvage used core boxes, which were returned to Rouyn, Quebec, for further use. The practice of discarding core is to be deplored and is not one which the writer usually employs at so early a stage in the development of a property, in order to avoid just such a turn of events. However, all the sludge samples for Hole No. 1 were assayed with the highest gold value of 0.01 oz. per ton. All the sludge samples for Holes 2, 3 and 4 are in the core shack at Wawa, and may be assayed if desirable.



## RECOMMENDATIONS

At a suitable time of the year preferably early spring or late fall the Lake-Osu claims should be thoroughly prospected in the vicinity of previously discovered vein occurrences. Also some detailed mapping should be carried out so that known trends may be projected into adjacent drift covered areas, which from Surluga experience now appear to be the most important areas to prospect. All the old showings should be cleaned-up and well sampled. If any encouragement is obtained in this manner it might be advisable to use a light pack sac type diamond drill to make shallow tests of extensions.

It might be advisable to deepen hole Number 1 or to drill one hole a head of it to test for a possible continuation of the Jubilee "break" in ground not reached by Hole 1.

Detailed mapping and prospecting should be carried out near diamond drill hole 4 and this could be followed by several holes to test the extension of this vein.

Consideration should be given to devising a plan for most efficiently prospecting Ward Lake. Some detailed mapping and prospecting would certainly be required as a preliminary here and such is recommended.

Since such interesting conditions exist on claims SSM 58 and SSM 3047 it is recommended that every effort be made to acquire these and also SSM 3136.

The above programme should surely establish the economic importance of the Lake-Osu claims and would cost approximately in the following order:-

Supervision, mapping and prospecting		\$7,000.00
Property acquisition		
A - by options	\$5,000.00	
B - outright purchase	17,000.00	
Diamond drilling		
5,000 feet x \$4 overall cost		<u>20,000.00</u>
	Using A	\$32,000.00
	or Using B	\$44,000.00

With the pending Surluga developments in mind it would seem advisable to at least provide funds for the property acquisition on as favourable an option basis as possible and to carry out the additional mapping and prospecting including some pack sac drilling. This might be covered by \$15,000.00 of the above amount.

## CERTIFICATE

I, William F. Morrison, of the City of Toronto, County of York, Province of Ontario, hereby certify:

- (1) that I am a Mining Geologist residing in Toronto, Ontario;
- (2) that I am a graduate of the University of Manitoba with a degree of Bachelor of Science in Geology, 1938, and have practised my profession for twenty years;
- (3) that I am a registered Professional Engineer of the Province of Ontario;
- (4) that I have no interest, either directly or indirectly, in the property covered by this report, nor in the securities of Lake-Osu Mines Limited, nor do I expect to have any such interest;
- (5) that the accompanying report is based on my geological examination and mapping of the property.

DATED at Toronto, Ontario, this 23rd day of April, 1964.

W. F. Morrison, B.Sc.  
Professional Engineer, Ontario.



16. Names, and addresses of persons whose shareholdings are large enough to materially affect control of the company.	So far as the Company knows, there are no persons in a position to elect or cause to be elected a majority of the directors of the Company, except the present directors, who are probably in a position to do so upon a solicitation of proxies.																																																					
17. If assets include investments in the shares or other securities of other companies, give an itemized statement thereof showing cost or book value and present market value.	<p style="text-align: center;"><u>SCHEDULE OF INVESTMENTS</u> <u>AS AT APRIL 10, 1964.</u></p> <table> <tr> <th></th><th></th><th></th><th></th><th style="text-align: right;"><u>Cost</u></th></tr> <tr> <td>\$ 25,000.00</td><td>4 1/2%</td><td>Atlantic Acceptance Corp.</td><td></td><td></td></tr> <tr> <td></td><td></td><td>Note due August 7, 1964</td><td></td><td style="text-align: right;">\$ 25,000.00</td></tr> <tr> <td>\$ 10,000.00</td><td>4 1/2%</td><td>Atlantic Acceptance Corp.</td><td></td><td></td></tr> <tr> <td></td><td></td><td>Note due October 14, 1964</td><td></td><td style="text-align: right;">\$ 10,000.00</td></tr> <tr> <td>\$ 45,000.00</td><td>5%</td><td>Province of Ontario Bonds,</td><td></td><td></td></tr> <tr> <td></td><td></td><td>due July 15, 1964</td><td></td><td style="text-align: right;">\$ 45,337.50</td></tr> <tr> <td>\$ 10,000.00</td><td>5%</td><td>H.E.P.C. Bonds, due April</td><td></td><td></td></tr> <tr> <td></td><td></td><td>1, 1965</td><td></td><td style="text-align: right;">\$ 10,060.00</td></tr> <tr> <td></td><td></td><td></td><td></td><td style="text-align: right;"><u>\$ 90,397.50</u></td></tr> </table>								<u>Cost</u>	\$ 25,000.00	4 1/2%	Atlantic Acceptance Corp.					Note due August 7, 1964		\$ 25,000.00	\$ 10,000.00	4 1/2%	Atlantic Acceptance Corp.					Note due October 14, 1964		\$ 10,000.00	\$ 45,000.00	5%	Province of Ontario Bonds,					due July 15, 1964		\$ 45,337.50	\$ 10,000.00	5%	H.E.P.C. Bonds, due April					1, 1965		\$ 10,060.00					<u>\$ 90,397.50</u>
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18. Brief statement of any lawsuits pending or in process against company or its properties.	There are no lawsuits pending or in process against the Company or its properties.																																																					
19. The dates of and parties to and the general nature of every material contract entered into by the company which is still in effect and is not disclosed in the foregoing.	There are no material contracts entered into by the Company which are still in effect which are not disclosed in the foregoing.																																																					
20. Statement of any other material facts and if none, so state. Also state whether any shares of the company are in the course of primary distribution to the public.	<p style="text-align: center;">On the acceptance for filing by the Toronto Stock Exchange of this Statement, shares of the Company will be in the course of primary distribution. This Statement is filed pursuant to the rules and regulations of the Toronto Stock Exchange in respect to the matter referred to in Item 1 above, which the Company understands to be classed as a "material change". There are no other relevant material changes.</p>																																																					

**CERTIFICATE OF THE COMPANY**

DATED April 13, 1964

The foregoing, together with the financial information and other reports where required, constitutes full, true and plain disclosure of all material facts in respect of the matters referred to in Item 1 above and in respect of the company's affairs and there is no further material information applicable. (To be signed by two principal signing officers who are directors and the corporate seal to be affixed.)

LAKE-OSU MINES LIMITED  
 "A.C. Mosher" By [Signature] **KORPORATE SEAL**  
 "F.W. Graham" And [Signature] **Director**

**CERTIFICATE OF UNDERWRITER OR OPTIONEE**

To the best of my knowledge, information and belief, the foregoing, together with the financial information and the reports where required, constitutes full, true and plain disclosure of all material facts in respect of the matters referred to in Item 1 above in respect of the company's affairs. Concerning matters which are not within my knowledge, I have relied upon the accuracy and adequacy of the information supplied to me by the company. (To be signed by underwriter or optionee registered with the Ontario Securities Commission or a corresponding body.)

ROSS, KNOWLES & CO. LIMITED  
 "G.C. Knowles" By [Signature]  
 "S.M. MacKay" And [Signature]